108TH CONGRESS 1ST SESSION

# H. R. 20

To amend the Federal Water Pollution Control Act to authorize appropriations for State water pollution control revolving funds, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

January 7, 2003

Mrs. Kelly (for herself and Mrs. Tauscher) introduced the following bill; which was referred to the Committee on Transportation and Infrastructure

## A BILL

To amend the Federal Water Pollution Control Act to authorize appropriations for State water pollution control revolving funds, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE; AMENDMENT OF FEDERAL
- 4 WATER POLLUTION CONTROL ACT.
- 5 (a) IN GENERAL.—This Act may be cited as the
- 6 "Clean Water Infrastructure Financing Act of 2003".
- 7 (b) Amendment of Federal Water Pollution
- 8 Control Act.—Except as otherwise expressly provided,
- 9 whenever in this Act an amendment or repeal is expressed

- 1 in terms of an amendment to, or repeal of, a section or
- 2 other provision, the reference shall be considered to be
- 3 made to a section or other provision of the Federal Water
- 4 Pollution Control Act (33 U.S.C. 1251–1387).

#### 5 SEC. 2. GENERAL AUTHORITY FOR CAPITALIZATION

- 6 GRANTS.
- 7 Section 601(a) (33 U.S.C. 1381(a)) is amended by
- 8 striking "(1) for construction" and all that follows
- 9 through the period and inserting "to accomplish the pur-
- 10 poses of this Act.".

#### 11 SEC. 3. CAPITALIZATION GRANTS AGREEMENTS.

- 12 (a) Requirements for Construction of Treat-
- 13 MENT WORKS.—Section 602(b)(6) (33 U.S.C.
- 14 1382(b)(6)) is amended to read as follows:
- 15 "(6) treatment works eligible under section
- 16 603(c)(1) of this Act constructed in whole or in part
- with funds made available by a State water pollution
- 18 control revolving fund under this title and section
- 19 205(m) of this Act will meet the requirements of
- section 513 of this Act in the same manner as treat-
- 21 ment works constructed with assistance under title
- 22 II of this Act;".
- 23 (b) Architectural and Engineering Con-
- 24 TRACTS.—Section 602(b) (33 U.S.C. 1382(b)) is amend-
- 25 ed—

1	(1) by striking "and" at the end of paragraph
2	(9);
3	(2) by striking the period at the end of para-
4	graph (10) and inserting "; and"; and
5	(3) by adding at the end the following:
6	"(11) the State will require that each contract
7	and subcontract for program management, construc-
8	tion management, planning studies, feasibility stud-
9	ies, architectural services, preliminary engineering,
10	design, engineering, surveying, mapping, and related
11	services entered into using amounts from the fund
12	will be awarded in the same way that a contract for
13	architectural and engineering services is awarded
14	under chapter 11 of title 40, United States Code, or
15	an equivalent qualifications-based requirement pre-
16	scribed by the State, except that such an award shall
17	not be construed as conferring a proprietary interest
18	upon the United States.".
19	(c) Guidance for Small Systems.—Section 602
20	(33 U.S.C. 1382) is amended by adding at the end the
21	following:
22	"(c) Guidance for Small Systems.—
23	"(1) SIMPLIFIED PROCEDURES.—Not later than
24	1 year after the date of enactment of this sub-
25	section, the Administrator shall assist the States in

- establishing simplified procedures for small systems to obtain assistance under this title.
- "(2) Publication of Manual.—Not later than 1 year after the date of enactment of this subsection, and after providing notice and opportunity for public comment, the Administrator shall publish a manual to assist small systems in obtaining assistance under this title and publish in the Federal Register notice of the availability of the manual.
- "(3) SMALL SYSTEM DEFINED.—For purposes of this title, the term 'small system' means a system for which a municipality or intermunicipal, interstate, or State agency seeks assistance under this title and which serves a population of 10,000 or less.".

#### 16 SEC. 4. WATER POLLUTION CONTROL REVOLVING FUNDS.

- 17 (a) ACTIVITIES ELIGIBLE FOR ASSISTANCE.—Sec-18 tion 603(c) (33 U.S.C. 1383(c)) is amended to read as 19 follows:
- 20 "(c) Activities Eligible for Assistance.—
- "(1) IN GENERAL.—The amounts of funds available to each State water pollution control revolving fund shall be used only for providing financial assistance to activities that have as a principal benefit the improvement or protection of water qual-

1	ity of navigable waters to a municipality, intermunic-
2	ipal agency, interstate agency, State agency, or
3	other person. Such activities may include the fol-
4	lowing:
5	"(A) Construction of a publicly owned
6	treatment works.
7	"(B) Implementation of lake protection
8	programs and projects under section 314.
9	"(C) Implementation of a management
10	program under section 319.
11	"(D) Implementation of a conservation and
12	management plan under section 320.
13	"(E) Restoration or protection of publicly
14	or privately owned riparian areas, including ac-
15	quisition of property rights.
16	"(F) Implementation of measures to pro-
17	mote beneficial reuse of wastewater.
18	"(G) Development and implementation of
19	plans by a public recipient to prevent water pol-
20	lution.
21	"(H) Acquisition of lands necessary to
22	meet any mitigation requirements related to
23	construction of a publicly owned treatment
24	works.

1	"(I) Implementation of measures to en-
2	hance the security of publicly owned treatment
3	works.
4	"(J) Replacement and rehabilitation of
5	treatment works to intercept, transport, control,
6	or treat municipal combined sewer overflows
7	and sanitary sewer overflows.
8	"(2) Fund amounts.—The water pollution
9	control revolving fund of a State shall be established,
10	maintained, and credited with repayments, and the
11	fund balance shall be available in perpetuity for pro-
12	viding financial assistance described in paragraph
13	(1). Fees charged by a State to recipients of such
14	assistance may be deposited in the fund for the sole
15	purpose of financing the cost of administration of
16	this title.".
17	(b) Loan Guarantees.—Section 603(d)(5) (33
18	U.S.C. $1383(d)(5)$ ) is amended to read as follows:
19	"(5) to provide loan guarantees for—
20	"(A) similar revolving funds established by
21	municipalities or intermunicipal agencies; and
22	"(B) developing and implementing innova-
23	tive technologies.".
24	(c) Administrative Expenses.—Section 603(d)(7)
25	(33 U.S.C. 1383(d)(7)) is amended by inserting before the

- 1 period at the end the following: "or \$400,000 per year
- 2 or ½ percent per year of the current valuation of such
- 3 fund, whichever is greater, plus the amount of any fees
- 4 collected by the State for such purpose under subsection
- 5 (c)(2)".
- 6 (d) Technical and Planning Assistance for
- 7 SMALL SYSTEMS.—Section 603(d) (33 U.S.C. 1383(d)) is
- 8 amended—
- 9 (1) by striking "and" at the end of paragraph
- 10 (6);
- 11 (2) by striking the period at the end of para-
- graph (7) and inserting a semicolon; and
- 13 (3) by adding at the end the following:
- 14 "(8) to provide to small systems technical and
- planning assistance and assistance in financial man-
- agement, user fee analysis, budgeting, capital im-
- 17 provement planning, facility operation and mainte-
- nance, repair schedules, and other activities to im-
- 19 prove wastewater treatment plant operations, except
- that such amounts shall not exceed 2 percent of all
- grant awards to such fund under this title; and".
- (e) Grants to Financially Distressed Commu-
- 23 NITIES.—Section 603(d) (33 U.S.C. 1383(d)) is further
- 24 amended by adding at the end the following:

- 1 "(9) to make grants to financially distressed 2 communities in the State in the amounts specified in 3 subsection (i).".
- 4 (f) Consistency With Planning Require-
- 5 MENTS.—Section 603(f) (33 U.S.C. 1383(f)) is amended
- 6 by striking "is consistent" and inserting "is not incon-
- 7 sistent".

18

19

20

21

22

23

24

25

- 8 (g) Construction Assistance.—Section 603(g)
- 9 (33 U.S.C. 1383(g)) is amended to read as follows:
- 10 "(g) Construction Assistance.—
- "(1) Priority List requirement.—The State
  may provide financial assistance from its water pollution control revolving fund with respect to a
  project for construction of a publicly owned treatment works only if such project is on the State's priority list under section 216 of this Act without regard to the rank of such project on the State's pri-
  - "(2) ELIGIBILITY OF CERTAIN TREATMENT WORKS.—A treatment works shall be treated as a publicly owned treatment works for purposes of subsection (c) if the treatment works, without regard to ownership, would be considered a publicly owned treatment works and is principally treating municipal waste water or domestic sewage.".

ority list.

1	(h) Financially Distressed Communities.—Sec-
2	tion 603 is amended by adding at the end the following:
3	"(i) Financially Distressed Communities.—
4	"(1) Grants.—
5	"(A) IN GENERAL.—In any fiscal year in
6	which the Administrator has available for obli-
7	gation more than \$1,400,000,000 for the pur-
8	poses of this title, a State shall make grants to
9	financially distressed communities in the State
10	in an amount equal to 25 percent of the dif-
11	ference between—
12	"(i) the total amount that would have
13	been allotted to the State under section
14	604 for such fiscal year if the amount
15	available to the Administrator for obliga-
16	tion under this title for such fiscal year
17	had been equal to \$1,400,000,000; and
18	"(ii) the total amount allotted to the
19	State under section 604 for such fiscal
20	year.
21	"(B) Period of Availability.—Notwith-
22	standing section 604(c), amounts to be used by
23	a State under this paragraph for making grants
24	to financially distressed communities shall re-
25	main available to the State until expended.

1	"(C) CERTIFICATION.—A State may make
2	a grant to a financially distressed community
3	under this paragraph only if the community
4	certifies to the State that the amounts of the
5	grant will be used to improve water quality.
6	"(2) Priority for loans.—A State may give
7	priority to a financially distressed community in
8	making loans from its water pollution control revolv-
9	ing fund.
10	"(3) Financially distressed community
11	DEFINED.—In this section, the term 'financially dis-
12	tressed community' means any community that
13	meets affordability criteria established by the State
14	in which the treatment works is located, if such cri-
15	teria are developed after public review and comment.
16	"(4) Information to assist states.—The
17	Administrator may publish information to assist
18	States in establishing affordability criteria under
19	paragraph (3).".
20	SEC. 5. ASSET MANAGEMENT.
21	Title VI (33 U.S.C. 1381 et seq.) is amended—
22	(1) by redesignating section 607 as section 608;
23	and
24	(2) by inserting after section 606 the following:

#### 1 "SEC. 607. ASSET MANAGEMENT.

- 2 "(a) IN GENERAL.—The Administrator shall provide
- 3 technical and financial assistance to owners and operators
- 4 of publicly-owned treatment works for the following activi-
- 5 ties:
- 6 "(1) Performing an inventory of critical treat-
- 7 ment works assets.
- 8 "(2) Evaluating the condition and performance
- 9 of inventoried assets or asset groupings.
- "(3) Developing a plan for maintaining, repair-
- ing, and replacing treatment works and for funding
- such activities.
- 13 "(b) Authorization of Appropriations.—There
- 14 is authorized to be appropriated to carry out this section
- 15 \$10,000,000 for each of fiscal years 2004 through 2008.
- 16 Such sums shall remain available until expended.".

#### 17 SEC. 6. AUTHORIZATION OF APPROPRIATIONS.

- 18 Section 608, as redesignated by section 5 of this Act,
- 19 is amended by striking paragraphs (1) through (5) and
- 20 inserting the following:
- 21 "(1) \$3,000,000,000 for fiscal year 2004;
- 22 "(2) \$4,000,000,000 for fiscal year 2005;
- 23 "(3) \$5,000,000,000 for fiscal year 2006;
- 24 "(4) \$6,000,000,000 for fiscal year 2007; and
- 25 "(5) \$7,000,000,000 for fiscal year 2008.".